

108TH CONGRESS  
2D SESSION

# S. 2971

To permanently increase the maximum annual contribution allowed to be made to Coverdell education savings accounts.

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IN THE SENATE OF THE UNITED STATES

OCTOBER 9, 2004

Ms. CANTWELL introduced the following bill; which was read twice and referred to the Committee on Finance

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## A BILL

To permanently increase the maximum annual contribution allowed to be made to Coverdell education savings accounts.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3       **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “The Education Savings  
5       for Students Act of 2004”.

6       **SEC. 2. INCREASE IN MAXIMUM ANNUAL CONTRIBUTION**  
7                       **FOR COVERDELL EDUCATION SAVINGS AC-**  
8                       **COUNTS.**

9       (a) IN GENERAL.—Section 530(b)(1)(A)(iii) of the  
10       Internal Revenue Code of 1986 (defining Coverdell edu-

1 cation savings account) is amended by striking “\$2,000”  
2 and inserting “\$5,000”.

3 (b) CONFORMING AMENDMENT.—Section  
4 4973(e)(1)(A) of the Internal Revenue Code of 1986 is  
5 amended by striking “\$2,000” and inserting “\$5,000”.

6 (c) EFFECTIVE DATE.—The amendments made by  
7 this section shall apply to taxable years beginning after  
8 December 31, 2004.

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